

Flood Insurance

YES

NO

NOTE: This checklist reflects existing regulations.

1. Does the institution offer or extend consumer or business loans (purchase or nonpurchase)* that are secured by improved real property or manufactured homes as defined in the provisions of the National Flood Insurance Program and, if yes, does a review of loan records indicate that covered loans are offered or extended in communities with officially designated SFHAs? (Refer to official FEMA eligibility list.)

If yes, complete the following sections.

Methods of Flood Hazard Determination

2. Does the review of records indicate the use of a satisfactory method of making flood hazard determinations?
3. Is a proper method used by branch and subsidiary offices?
4. If the institution makes the flood hazard determination (and does not have this function performed by an outside agent through a contract), are current flood maps maintained for all communities in the institution's trade area?
5. Does the institution ensure that flood insurance is obtained where appropriate?
6. Indicate the method(s) used to make SFHA determinations.

Consumer Notification Procedures

7. Does a review of forms and procedures indicate that proper written notices are provided in connection with covered loans?
8. If the institution does not provide such notification, does it obtain satisfactory written assurances from a seller or lessor that the borrower has been properly notified of the fact that the property is located in a SFHA prior to the execution of an agreement?
9. Are notifications provided within the required time limit?
10. Prior to closing, does the institution obtain a satisfactory written acknowledgment from the borrower that the improved property or manufactured home securing the loan is or will be located in a SFHA?

* The Federal Deposit Insurance Corporation, the Federal Reserve Board, and the Comptroller of the Currency interpret the term "financial assistance" to include only the origination of mortgage loans and not the purchase of loans.

Flood Insurance (continued)**YES****NO**

11. Indicate the method(s) of notification used.

Sufficiency of Coverage

12. Does a review of files (or procedures) indicate that a sufficient amount of flood insurance coverage is required of loans granted within communities in:

- The Emergency Program?
- The Regular Program?

13. Does a review of files or (procedures) indicate that insurance policies are renewed annually? (Refer to workpapers from past examinations and list applicable customer names.)

Nonparticipating Communities

14. If the institution grants federally related loans (such as FHA, VA, SBA loans), does it refrain from granting such loans when the property securing the loan is or will be located in a SFHA of a nonparticipating community?
15. Are proper notices of the unavailability of federal disaster relief assistance (conventional loans only) given to borrowers whose property is located in a SFHA of a nonparticipating community?
